

4-17-01  
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**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

**ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY**

D

W-01984A                      WATER  
DAIRYLAND WATER COOPERATIVE  
PO BOX 7997  
CHANDLER AZ ~~85236-0000~~  
                                 85246-7997

**ANNUAL REPORT**

**FOR YEAR ENDING**

12	31	2000
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FOR COMMISSION USE

ANN 04	00
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## COMPANY INFORMATION

<b>Company Name (Business Name)</b> <u>Dairyland Water CO-op</u>		
<b>Mailing Address</b> <u>PO Box 7997</u>		
<u>Chandler</u> (City)	<u>AZ</u> (State)	<u>85246-7997</u> (Zip)
<u>480-963-9522</u> Telephone No. (Include Area Code)	<u>480-963-9509</u> Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)
<b>Email Address</b> <u>—</u>		
<b>Local Office Mailing Address</b> <u>Same as above</u>		
 (City)	 (State)	 (Zip)
<u>Same as above</u> Local Office Telephone No. (Include Area Code)	 Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)
<b>Email Address</b> <u>—</u>		

## MANAGEMENT INFORMATION

<b>Management Contact:</b> <u>William J. Reznicek</u>		<u>Manager</u>	
 (Name)	 (Title)		
<u>PO Box 7997</u> (Street)	<u>Chandler</u> (City)	<u>AZ</u> (State)	<u>85246-7997</u> (Zip)
<u>480-963-9522</u> Telephone No. (Include Area Code)	<u>480-963-9509</u> Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)	
<b>Email Address</b> <u>—</u>			
<b>On Site Manager:</b> <u>Same as above</u>			
 (Name)			
 (Street)	 (City)	 (State)	 (Zip)
 Telephone No. (Include Area Code)	 Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)	
<b>Email Address</b> <u>—</u>			

**Statutory Agent:** \_\_\_\_\_  
(Name)

\_\_\_\_\_  
(Street) (City) (State) (Zip)

Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

**Attorney:** Plattner, Schneidman & Schneider  
(Name)

1707 E. Highland, Ste #190 Phoenix AZ 85016  
(Street) (City) (State) (Zip)

602-274-7955 602-285-5589  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

- |   |   |
|---|---|
| <input type="checkbox"/> Sole Proprietor (S)    | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P)        | <input type="checkbox"/> Subchapter S Corporation (Z)                     |
| <input type="checkbox"/> Bankruptcy (B)         | <input checked="" type="checkbox"/> Association/Co op (A)                 |
| <input type="checkbox"/> Receivership (R)       | <input type="checkbox"/> Limited Liability Company                        |
| <input type="checkbox"/> Other (Describe) _____ |   |

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- |                                     |  |                                   |
|-------------------------------------|--|-----------------------------------|
| <input type="checkbox"/> APACHE     | <input type="checkbox"/> COCHISE             | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA       | <input type="checkbox"/> GRAHAM              | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ     | <input checked="" type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE   |
| <input type="checkbox"/> NAVAJO     | <input type="checkbox"/> PIMA                | <input type="checkbox"/> PINAL    |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI             | <input type="checkbox"/> YUMA     |
| <input type="checkbox"/> STATEWIDE  |  |                                   |

COMPANY NAME

Dairyland Water Co-op

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	400	n/A	400
304	Structures and Improvements	520	520	Ø
307	Wells and Springs			
311	<del>Pump</del> <sup>Booster Pump</sup> Pumping Equipment	24,640	19,079	5561
320	<del>Backflow</del> <sup>Chlorinating System</sup> Water Treatment Equipment	20,999	20,999	Ø
330	<del>Pressure Tank</del> Distribution Reservoirs and Standpipes	9640	9640	Ø
331	<del>Pipe lines</del> Transmission and Distribution Mains	75432	72673	2759
333	Services			
334	Meters and Meter Installations	885	885	Ø
335	Hydrants			
336	Backflow Prevention Devices			
339	<del>compressor</del> Other Plant and Misc. Equipment	2140	830	1310
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	134,656	124,626	10,030

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

Dairyland Water Co-op

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements			
307	Wells and Springs			
311	<sup>Pump, Booster Pump</sup> Pumping Equipment	6951	20.0%	1390
320	<sup>Backflow, Chlorinating System</sup> Water Treatment Equipment			
330	<sup>Pressure Tank</sup> Distribution Reservoirs and Standpipes			
331	<sup>Pipelines</sup> Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	<sup>Compressor</sup> Other Plant and Misc. Equipment	2140	24.49%	524
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	9091		1914

This amount goes on Comparative Statement of Income and Expense Acct. No. 403.

COMPANY NAME

Dairyland Water Co-op

**BALANCE SHEET**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 44908	\$ 35585
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		(256)
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	2400	900
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 47308	\$ 36229
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 127,705	\$ 134,656
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	122712	124626
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$ 4993	\$ 10030
	<b>TOTAL ASSETS</b>	\$ 52301	\$ 46259

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME

Dairyland Water Co-op

**BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable	\$ 1400	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 1400	\$ —
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$	\$
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$	\$
	<b>TOTAL LIABILITIES</b>	\$ 1400	\$ —
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	49776	45134
218	Proprietary Capital (Sole Props and Partnerships) <sup>memberships</sup>	1125	1125
	<b>TOTAL CAPITAL</b>	\$ 50901	\$
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 52301	\$ 46259

COMPANY NAME

Dairyland Water CO-op

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 50367	\$ 41515
460	Unmetered Water Revenue		
474	Other Water Revenues		
	<b>TOTAL REVENUES</b>	\$ 50367	\$ 41515
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	15012	14840
618	Chemicals	6895	2290
620	Repairs and Maintenance	23693	22228
621	Office Supplies and Expense	1084	44
630	Outside Services		807
635	Water Testing		
641	Rents		
650	Transportation Expenses		240
657	Insurance – General Liability	663	604
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense		
403	Depreciation Expense	1463	1914
408	Taxes Other Than Income	1933	800
408.11	Property Taxes	2154	2390
409	Income Tax	50	
	<b>TOTAL OPERATING EXPENSES</b>	\$ 52947	\$ 46157
	<b>OTHER INCOME/EXPENSE</b>		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income	100	
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	<b>TOTAL OTHER INCOME/EXP</b>	\$ 100	\$ —
	<b>NET INCOME/(LOSS)</b>	\$ (2480)	\$ (4642)



COMPANY NAME

Dainyard Water Co-op

**SUPPLEMENTAL FINANCIAL DATA****Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate				
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ \_\_\_\_\_

Meter Deposits Refunded During the Test Year

\$ \_\_\_\_\_

COMPANY NAME

Dairyland Water Co-op

WATER COMPANY PLANT DESCRIPTIONWELLS

ADWR ID Number	Pump Horsepower	Pump Yield (Gpm)	Casing Size (inches)	Meter Size (inches)
55-5800711	25HP	200	12	4

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
Gilbert Water		1273

TOTAL GALLONS PUMPED (NOT SOLD) THIS YEAR (thous.) = \_\_\_\_\_

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
15HP	2		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
50,000	1	5000	1
		10000	1

## STATISTICAL INFORMATION

Total number of customers

16

Total number of gallons sold

51,296,230

gallons

COMPANY NAME Dairyland Water Co-op YEAR ENDING 12/31/2000

### PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2000 was: \$ 2390.52

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_

DAIRYLAND WATER, INC. DBA DAIRYLAND WATER CO-OP P. O. BOX 34-7997 HIGLEY, AZ 85236-7997 <i>Chandler</i>		2296
PAY TO THE ORDER OF	<u>Maricopa County Treasurer</u>	9/21 1000 91-527/1221
<u>Two thousand three hundred ninety &amp; 52/100</u>		\$2390.52
		DOLLARS
FOR	<u>649-34-109</u>	<i>[Signature]</i>
Norwest Bank Arizona, N.A. Downtown Mesa Office 07 305 E. Main St. Mesa, AZ 85201		
NORWEST BANKS		
"00002296" "122105278" "6445001070" "0000239052"		

\* FEDERAL RESERVE BOARD OF GOVERNORS REG. CC  
WFB TEMPE, AZ 09262000  
TRACER# 2290 001  
1221-0527-8  
1033723927

092600 270 007 059 059 1 64934109 8 0245072500 057 1 0003 1000 0000 0000

USE DO 20  
122100024  
BANK ONE ARIZONA, N.A.  
PHOENIX, ARIZONA

1221-0229-7

CREDIT TO ACCT OF  
NAMED PAYEE WITH  
OUT PREJUDICE  
ABSENCE OF ENDORSE  
MENT GUARANTEED BY  
BANK ONE AZ NA

DO NOT WRITE, STAMP OR SIGN BELOW THIS LINE  
RESERVED FOR FINANCIAL INSTITUTION USE \*

ENDORSE HERE

COMPANY NAME Dairyland Water Co-op YEAR ENDING 12/31/2000

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported (4642)  
Estimated or Actual Federal Tax Liability \_\_\_\_\_

State Taxable Income Reported (4642)  
Estimated or Actual State Tax Liability 50

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances \_\_\_\_\_  
Amount of Gross-Up Tax Collected \_\_\_\_\_  
Total Grossed-Up Contributions/Advances \_\_\_\_\_

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

\_\_\_\_\_  
**SIGNATURE**

\_\_\_\_\_  
**DATE**

\_\_\_\_\_  
**PRINTED NAME**

\_\_\_\_\_  
**TITLE**

COMPANY NAME Dairyland Water Co-op YEAR ENDING 12/31/2000

**WATER AND SEWER  
UTILITIES ONLY**

**PROPERTY TAXES**

Indicate the amount of actual property taxes paid during this reporting period (Calendar Year 2000)

\$ 2390.52

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled Checks for property tax payments) of any and all property taxes paid during the calendar year.

*See page 13.*

If no property taxes paid, explain reasons below:

**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

**VERIFICATION**

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>Maricopa</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>William J. Reznicek - Manager</u>
COMPANY NAME	<u>Dainford Water Co-op</u>

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2000</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2000 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 44,614

(THE AMOUNT IN BOX ABOVE

INCLUDES \$ 3099.00

IN SALES TAXES BILLED, OR COLLECTED

**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

11

DAY OF

(SEAL)

MY COMMISSION EXPIRES

8/10/03

William J. Reznicek  
SIGNATURE OF OWNER OR OFFICIAL  
480-963-9522  
TELEPHONE NUMBER

COUNTY NAME	<u>Maricopa</u>
MONTH	<u>April</u>
	<u>2001</u>

Toni J. Mason  
SIGNATURE OF NOTARY PUBLIC



NOTARY PUBLIC  
STATE OF ARIZONA  
County of Maricopa  
TONI J. MASON

My Commission Expires August 10, 2003

**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
INTRASTATE REVENUES ONLY**

**VERIFICATION**

**STATE OF ARIZONA**

**I, THE UNDERSIGNED**

**OF THE**

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

(COUNTY NAME)	
NAME (OWNER OR OFFICIAL)	TITLE
COMPANY NAME	

MONTH	DAY	YEAR
12	31	2000

**HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.**

**SWORN STATEMENT**

**IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2000 WAS:**

ARIZONA INTRASTATE GROSS OPERATING REVENUES
\$ _____

**(THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ \_\_\_\_\_  
IN SALES TAXES BILLED, OR COLLECTED**

**\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.**

X \_\_\_\_\_  
SIGNATURE OF OWNER OR OFFICIAL

**SUBSCRIBED AND SWORN TO BEFORE ME**  
**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**  
**THIS**  **DAY OF**  
**(SEAL)**

NOTARY PUBLIC NAME	
COUNTY NAME	
MONTH	. 20

**MY COMMISSION EXPIRES**

X \_\_\_\_\_  
SIGNATURE OF NOTARY PUBLIC